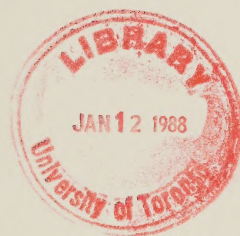


CA20N  
G5700  
-P54




3 1761 11652924 9

# Provincial Judges Benefits Board



**Annual Report**  
for year ending March 31, 1987



Digitized by the Internet Archive  
in 2023 with funding from  
University of Toronto

<https://archive.org/details/31761116529249>



Ontario

Office of the  
Minister

Ministry of  
Government  
Services

12th Floor  
Ferguson Block  
Queen's Park  
Toronto Ontario  
M7A 1N3  
416/965-1101

To his Honour, The Lieutenant Governor of the  
Province of Ontario.

MAY IT PLEASE YOUR HONOUR:

The undersigned respectfully presents herewith the Report  
of the Provincial Judges Benefits Board for the year ended  
March 31, 1987.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Sean Conway".

Sean Conway  
Acting Minister of Government Services





Provincial Judges  
Benefits  
Board

Caisse de retraite  
des juges  
de la Cour provinciale

Area code  
Ind. rég:

Telephone  
Téléphone

The Honourable Sean Conway  
Acting Minister of Government Services

SIR:

I have the honour to submit the Report of the Provincial  
Judges Benefits Board for the year ended March 31, 1987.

Respectfully submitted,

A handwritten signature in dark ink, reading "Michael A. Wadsworth".

Michael A. Wadsworth, Q.C.  
Chairman





## PROVINCIAL JUDGES BENEFITS BOARD

The Board was established in 1984 under Regulation 332/84 made pursuant to the Provincial Courts Act, now the Courts of Justice Act.

The Members of the Board are appointed by the Lieutenant Governor in Council. At March 31, 1987, the Board had the following Members:

M. A. Wadsworth, Q.C. Senior Vice-President Crown Life Insurance Company	Chairman
--	----------

J. G. Goodwin, Q.C.  
Partner  
Osler, Hoskin & Harcourt

E. F. H. Strauss, B.Sc., M.A.  
Human Relations Consultant and  
Therapist

B. V. Cooke, Manager, Policy and Executive Benefits,  
Ministry of Government Services was the Secretary.

In accordance with the Regulation, the Board administered the Provincial Judges Benefits Plan and approved income continuity payments and refunds of voluntary contributions.

Three meetings of the Board were held during the year ended March 31, 1987.





## TABLE OF CONTENTS

	<u>Page Nos.</u>
Income Continuity Payments	5
Refunds	5
Transfers	6
Contributors	6
Provincial Judges Benefits Fund	6
Cost of Administration	7
Acknowledgement	7
Statement of Fund	8, 9, 10
Interest Earned by the P.J.B. Fund	11



## INCOME CONTINUITY PAYMENTS

An "income continuity payment" under the Regulation is a retirement income payable in monthly instalments commencing with the month following the month in which the recipient ceased to hold office. The amount of the payment is calculated in accordance with the formula under the Regulation.

As of March 31, 1987, 59 income continuity payments were being paid.

During the period ending March 31, 1987, 9 refunds of contributions were authorized. These were authorized by the Board in accordance with the Regulation and consisted of Superannuation Adjustment Fund contributions and voluntary Public Service Superannuation contributions plus interest.



## TRANSFERS

Under the terms of the agreement between the Minister of Government Services and the Provincial Judges Benefits Board, funds representing the contributions of judges and masters, together with employer contributions and prescribed interest, were transferred from the Public Service Superannuation Fund and the Superannuation Adjustment Fund to the Provincial Judges Benefits Fund. The majority of the transfers were made in 1984-85, with the balance transferred in the 1985/86 year.

## CONTRIBUTORS

At March 31, 1987, there were 232 contributors to the Provincial Judges Benefits Fund.

## PROVINCIAL JUDGES BENEFITS FUND

The amount standing to the credit of the Provincial Judges Benefits Fund at March 31, 1987 was \$37,174,836. Total receipts for the year, including interest, amounted to \$7,853,574. while total disbursements amounted to \$1,653,970.





## COST OF ADMINISTRATION

The cost of administrative support for the operation of the Provincial Judges Benefits Board is subsumed in the estimates of the Employee Benefits and Data Services Branch of the Ministry of Government Services (Vote 205, Item 3). (This branch also administers pension and benefit plans for Government employees and for members of the Legislative Assembly and their staff and provides payroll and personnel data services to all government ministries.)

The Chairman and members of the Provincial Judges Benefits Board receive per diem fees for attendance at Board Meetings. For the period under review, a total of \$1,300. was paid in per diem fees. No other direct costs are incurred by the Board and cost proration is not justified because of the variety of services provided by the Employee Benefits and Data Services Branch.

## ACKNOWLEDGEMENT

In submitting this Report, the Board wishes to express its appreciation of the assistance rendered to the Board by the Secretariat and the management and staff of the Employee Benefits and Data Services Branch, Ministry of Government Services.



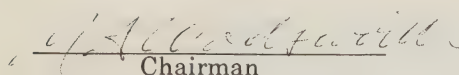
## PROVINCIAL JUDGES BENEFITS FUND

### Statement of Changes in Account for the year ended March 31, 1987

	1987 (\$000's)	1986 (\$000's)
<b>Receipts</b>		
Transfers		
Public Service Superannuation Fund	-	1,210
Superannuation Adjustment Fund	-	93
Contributions		
Participants	416	396
Province of Ontario (note 4)	3,738	4,119
Interest earned	<u>3,700</u>	<u>3,404</u>
	<u>7,854</u>	<u>9,222</u>
<b>Disbursements</b>		
Income continuity payments and survivor allowances	1,539	1,502
Refunds (note 3)	<u>115</u>	<u>1,636</u>
	<u>1,654</u>	<u>3,138</u>
<b>Net increase in the Account</b>	6,200	6,084
<b>Balance on deposit with the Treasurer of Ontario,</b>		
- beginning of year	<u>30,975</u>	<u>24,891</u>
- end of year	<u>37,175</u>	<u>30,975</u>

See accompanying notes to financial statement.

Approved on behalf of the Board :

  
Chairman



---

## PROVINCIAL JUDGES BENEFITS FUND

### Notes to the Financial Statement March 31, 1987

#### 1. DESCRIPTION OF THE FUND

The Provincial Judges Benefits Fund (the Fund) was established by Regulation made under the Courts of Justice Act, effective July 1, 1984. This Regulation designated the Provincial Judges Benefits Board to administer the Fund. The following brief description of the fund is provided for general purposes only. For more complete information reference should be made to the Regulation to the Act.

##### (a) General

The purpose of the fund is to provide income continuity payments to retired Provincial Court Judges and Masters of the Supreme Court of Ontario or survivor allowances to the dependents of these Judges and Masters.

##### (b) Funding Policy

The annual funding required to maintain income continuity payments is borne entirely by the Province and is determined annually by actuaries.

Contributions by participants into the Fund are in respect of survivor allowances only. Participants are required to contribute 5.57 per cent of their salary either until their basic service requirement is met or until they reach 70 years of age. At the participant's option, this contribution may be apportioned either entirely to the Fund towards the cost of survivor allowances or one third to the Fund and two thirds to the Consolidated Revenue Fund, toward the cost of life insurance benefits provided. At present, the majority of participants have elected to apportion their contribution between the Fund and life insurance premiums.

##### (c) Income Continuity Payments

An income continuity payment is available based on the age and the number of years of full-time service for which the participant has credit upon ceasing to hold office. This payment is equal to a percentage of the salary of a full-time judge of the highest judicial rank held by the participant while in office. The participant is entitled to these payments during his lifetime.

##### (d) Disability Income Continuity Payments

A full income continuity payment is available at age 65 for participants with a minimum of five years of full-time service who are unable to serve in office due to injury or chronic sickness.

##### (e) Survivor Allowances

A survivor allowance equal to one half of an income continuity payment is paid to the spouse during the spouse's lifetime or to a child or children until the youngest child attains 18 years of age, or 25 years of age if the child is in full-time attendance at a place of higher education.

##### (f) Death Refunds

A death refund is payable to the estate or survivor of a participant where there is no further entitlement to an income continuity payment or survivor allowance. The amount of the refund is equal to all contributions made into the Fund plus accrued interest, reduced by the amounts of survivor allowances paid out under this Regulation.





---

**1. DESCRIPTION OF THE FUND (cont'd)****(g) Withdrawal Refunds**

Upon ceasing to hold office for a reason other than death before becoming entitled to an income continuity payment, the participant is entitled to a refund. The amount of the refund is equal to the contributions made into the Fund plus accrued interest.

**(h) Fund Status**

The Fund is not considered to be a pension plan as defined under the Pension Benefits Act. Accordingly, it is not subject to the reporting requirements under that Act. However, the Fund has the same status as a pension plan for income tax purposes.

**2. SIGNIFICANT ACCOUNTING POLICIES****(a) Basis of Accounting**

This statement has been prepared on the cash basis of accounting.

**(b) Administrative Expenses**

Administrative expenses are paid by the Ministry of Government Services.

**3. REFUNDS TO PARTICIPANTS**

According to the Regulation, any previous voluntary contributions made by the Fund participants to the Public Service Superannuation Fund may be refunded to them at their request. For judges who retired between October 1, 1979 and July 1, 1984 the refunds are to be reduced by the excess benefits paid out as a result of this voluntary contribution. Participants have until January 1, 1988 to request such refunds.

In addition, contributions previously made by the Fund participants to the Superannuation Adjustment Fund are refunded to them. Judges who retired between October 1, 1979 and July 1, 1984, were refunded contributions made to the Superannuation Adjustment Fund. Such refunds were reduced by the amount paid out during that time under the Superannuation Adjustment Benefits Act.

**4. LIABILITY FOR FUTURE BENEFITS**

The most recent actuarial valuation of the Fund, dated March 31, 1986, disclosed that the Province's share of the liability for income continuity payments and survivor allowances was \$40.3 million. The Province is contributing towards this liability in amounts recommended by the actuary.



## INTEREST EARNED BY THE P.J.B.F.

Interest was credited to the Provincial Judges Benefits Fund out of the Consolidated Revenue Fund on the following basis:

1. On the balance at the credit of the Fund on March 31, 1986, at a rate of 11.55 per cent per annum.
2. On the net amount deemed to have entered the Fund each month throughout the period ending March 31, 1987 at the rate of 10.38 per cent per annum and credited from the date such increases are deemed to have entered the Fund to the end of fiscal year 1986-87.





